

UNITED STATES BANKRUPTCY COURT  
SOUTHERN AND WESTERN DISTRICTS OF TEXAS  
HOUSTON DIVISION

CASE NAME: Square Melons Inc

Petition Date: 09/24/2018

CASE NUMBER: 18-35304

MONTHLY OPERATING REPORT SUMMARY FOR MONTH OCTOBER YEAR 2018

MONTH	OCTOBER				
REVENUES (MOR-6)	11,847.87				
INCOME BEFORE INT, DEPREC./TAX (MOR-6)	2,544.79				
NET INCOME (LOSS) (MOR-6)	2,544.79				
PAYMENTS TO INSIDERS (MOR-9)	1,000.00				
PAYMENTS TO PROFESSIONALS (MOR-9)	0				
TOTAL DISBURSEMENTS (MOR-8)	9,303.08				

\*\*\*The original of this document must be filed with the United States Bankruptcy Court and a copy must be sent to the United States Trustee\*\*\*

<b>REQUIRED INSURANCE MAINTAINED</b>	
<b>AS OF SIGNATURE DATE</b>	<b>EXP. DATE</b>
CASUALTY LIABILITY	YES ( ) NO (X)
VEHICLE	YES (X) NO ( )
WORKERS	YES ( ) NO (X)
OTHER	Bus Pers Prop YES (X) NO ( )
ATTORNEY NAME: Jessica Hoff	
FIRM: Hoff Law Offices, PC	
ADDRESS: 1200 Smith Street, 16th Floor	
CITY, STATE, ZIP: Houston, TX 77002	
TELEPHONE: 281-763-2067	

CIRCLE ONE

Are all accounts receivable being collected within terms? (Yes) No  
Are all post-petition liabilities, including taxes, being paid within terms? (Yes) No  
Have any pre-petition liabilities been paid? (No) If so, describe

Are all funds received being deposited into DIP bank accounts? (Yes) No  
Were any assets disposed of outside the normal course of business? (No) Yes

If so, describe  
Are all U. S. Trustee Quarterly Fee Payments current? (Yes) No  
What is the status of your Plan of Reorganization?

I certify under penalty of perjury that the following complete Monthly Operating Report (MOR), consisting of MOR-1 through MOR-9 plus attachments, is true and correct.

SIGNED

(ORIGINAL SIGNATURE)

MOR-1

TITLE President

CASE NAME: Square Melons IncCASE NUMBER: 18-35304

## COMPARATIVE BALANCE SHEETS

ASSETS	09/24/2018	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH
<b>CURRENT ASSETS</b>							
Cash	7,824.67	4,431.89					
Accounts Receivable, Net	13,809.27	13,809.27					
Inventory: Lower of Cost or Market							
Prepaid Expenses							
Investments							
Other <i>Amortizable</i>	71,000.00	71,000.00					
<b>TOTAL CURRENT ASSETS</b>	<b>92,633.94</b>	<b>89,241.16</b>					
PROPERTY, PLANT&EQUIP, @ COST	49,923.62	49,923.62					
Less Accumulated Depreciation							
NET BOOK VALUE OF PP & E							
OTHER ASSETS:							
1. Tax Deposits							
2. Investments in Subs							
3.							
4. (attach list)							
<b>TOTAL ASSETS</b>	<b>142,457.56</b>	<b>139,064.78</b>					

\*Per Schedules and Statement of Affairs

MOR-2

Revised 6/14/06



CASE NAME: Square Melons IncCASE NUMBER: 18-35304

## COMPARATIVE BALANCE SHEETS

LIABILITIES & OWNER'S EQUITY	FILING DATE*						
	9/24/2018	MONTH OCT. 31	MONTH	MONTH	MONTH	MONTH	MONTH
LIABILITIES:							
POST-PETITION LIABILITIES (MOR-4)							
PRE-PETITION LIABILITIES:							
Notes Payable-Secured	232,714.75	226,617.39					
Priority Debt							
Federal Income Tax							
FICA/Withholding	7,890.60	7,890.60					
Unsecured Debt	53,615.01	53,615.01					
Other							
TOTAL PRE-PETITION LIABILITIES							
TOTAL LIABILITIES							
OWNER'S EQUITY (DEFICIT):							
PREFERRED STOCK							
COMMON STOCK							
ADDITIONAL PAID-IN CAPITAL							
RETAINED EARNINGS: Filing Date	445,361.99						
RETAINED EARNINGS: Post Filing Date		445,361.99					
TOTAL OWNER'S EQUITY (NET WORTH)							
TOTAL LIABILITIES & OWNER'S EQUITY							

MOR-3

\*Per Schedules and Statement of Affairs

Revised: 6/14/06

## SCHEDULE OF POST-PETITION LIABILITIES

	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH
	October					
TRADE ACCOUNTS PAYABLE						
TAX PAYABLE:						
Federal Payroll Taxes	7,890.60					
State Payroll & Sales						
Ad Valorem Taxes						
Other Taxes						
TOTAL TAXES PAYABLE	7,890.60					
SECURED DEBT POST-PETITION						
ACCRUED INTEREST PAYABLE						
* ACCRUED PROFESSIONAL FEES:						
OTHER ACCRUED LIABILITIES:						
1.						
2.						
3.						
TOTAL POST-PETITION LIABILITIES (MOR-3)						

\* Payment Requires Court Approval.

MOR-4



CASE NAME: Square Melons IncCASE NUMBER: 18-35304

## AGING OF POST-PETITION LIABILITIES

MONTH October

DAYS	TOTAL	TRADE ACCTS	FED TAXES	STATE TAXES	AD-VALOREM, OTHER TAXES	OTHER
0-30						
31-60						
61-90						
91 +			7,890.60			
TOTAL			7,890.60			

## AGING OF ACCOUNTS RECEIVABLE

MONTH	October					
0-30 DAYS						
31-60 DAYS						
61-90 DAYS	7,809.21					
91 + DAYS	6,000.00					
TOTAL	13,809.21					

MOR-5

CASE NAME: Square Melons Inc

CASE NUMBER: 18-35304

# STATEMENT OF INCOME (LOSS)

MONTH	October							FILING TO DATE
REVENUES (MOR-1)	11,847.87							
TOTAL COST OF REVENUES	1,597.09							
GROSS PROFIT	10,250.78							
OPERATING EXPENSES:								
Selling & Marketing	226.16							
General & Administrative	6,479.83							
Insiders Compensation	1,000.00							
Professional Fees								
Other (attach list)								
TOTAL OPERATING EXPENSES	7,705.99							
INCOME BEFORE INT, DEPR/TAX (MOR-1)	2,544.79							
INTEREST EXPENSE								
DEPRECIATION								
OTHER (INCOME) EXPENSE*								
OTHER ITEMS**								
TOTAL INT, DEPR & OTHER ITEMS								
NET INCOME BEFORE TAXES	2,544.79							
FEDERAL INCOME TAXES	—							
NET INCOME (LOSS) (MOR-1)	2,544.79							

Accrual Accounting Required, Otherwise Footnote With Explanation

\* Footnote Mandatory

\*\* Unusual and/or infrequent item(s) outside the ordinary course of business; requires footnote

MOR-6

Revised 6/14/96



CASE NAME: Square Melons Inc

CASE NUMBER: 18-35304

CASH RECEIPTS AND DISBURSEMENTS		MONTH	MONTH	MONTH	MONTH	MONTH	MONTH	SIX MONTHS TO DATE
1. CASH - BEGINNING OF MONTH								
RECEIPTS:								
2. CASH SALES		11,847.87						
3. COLLECTION OF ACCOUNTS RECEIVABLE								
4. LOANS & ADVANCES (attach list)								
5. SALE OF ASSETS								
6. OTHER (attach list)								
TOTAL RECEIPTS		11,847.87						
(Withdrawal) Contribution by Individual Debtor MFR-2*								
DISBURSEMENTS:								
7. NET PAYROLL								
8. PAYROLL TAXES PAID								
9. SALES, USE & OTHER TAXES PAID								
10. SECURED / RENTAL / LEASES		2,447.29						
11. UTILITIES		83.31						
12. INSURANCE								
13. INVENTORY PURCHASES								
14. VEHICLE EXPENSES								
15. TRAVEL & ENTERTAINMENT		186.16						
16. REPAIRS, MAINTENANCE & SUPPLIES								
17. ADMINISTRATIVE & SELLING		4,258.70						
18. OTHER (attach list) <i>OPERAL DPAU</i>		1,000.00						
TOTAL DISBURSEMENTS FROM OPERATIONS								
19. PROFESSIONAL FEES								
20. U.S. TRUSTEE FEES								
21. OTHER REORGANIZATION EXPENSES (attach list)								
TOTAL DISBURSEMENTS								
22. NET CASH FLOW								
23. CASH - END OF MONTH (mor-2)		4,431.89						

MOR-7

\*Applies to Individual debtor's only.

Revised 6/14/96

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**CASH ACCOUNT RECONCILIATION**  
MONTH OF OCTOBER

BANK NAME	BSVA				
ACCOUNT NUMBER	# 6755988861	#	#		
ACCOUNT TYPE	OPERATING	PAYROLL	TAX	OTHER FUNDS	TOTAL
BANK BALANCE	4,431.89				
DEPOSIT IN TRANSIT					
OUTSTANDING CHECKS	9,619.80				
ADJUSTED BANK BALANCE	-2,487.91				
BEGINNING CASH - PER BOOKS	1,434.21				
RECEIPTS	11,847.87				
TRANSFERS BETWEEN ACCOUNTS					
(WITHDRAWAL)/CONTRIBUTION- INDIVIDUAL DEBTOR MFR-2					
CHECKS/OTHER DISBURSEMENTS	9,303.08				
ENDING CASH - PER BOOKS	4,431.89				

**MOR-8**



CASE NAME: Square Melons IncCASE NUMBER: 18-35304**PAYMENTS TO INSIDERS AND PROFESSIONALS**

Of the total disbursements shown for the month, list the amount paid to insiders (as defined in Section 101(31)(A)-(F) of the U. S. Bankruptcy Code) and the professionals. Also, for insiders identify the type of compensation paid (e.g., salary, commission, bonus, etc.) (Attach additional pages as necessary.)

INSIDERS: NAME/POSITION/COMP TYPE	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH
1. <u>SATEEL HASSAN</u>   <u>PRESIDENT</u>   <u>OWN</u>	<u>OCTOBER</u>					
	<u>1,000.00</u>					
2.						
3.						
4.						
5.						
6.						
TOTAL INSIDERS (MOR-1)						

PROFESSIONALS NAME/ORDER DATE	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH
1.						
2.						
3.						
4.						
5.						
6.						
TOTAL PROFESSIONALS (MOR-1)						

**MOR-9**

[illegible]



[illegible]